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HOUSE BILL 1241

State of Washington 54th Legislature 1995 Regular Session

By Representatives Crouse, Casada, Dellwo, Chappell, Schoesler, Honeyford, Hymes, Sherstad, Backlund, Mastin, Benton, Campbell and Kremen

Read first time 01/18/95. Referred to Committee on Energy & Utilities.

- 1 AN ACT Relating to waivers of electric and gas utility connection
- 2 charges; amending RCW 35.41.080, 54.24.080, 80.28.080, and 80.28.100;
- 3 adding a new section to chapter 35.21 RCW; and adding a new section to
- 4 chapter 80.28 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 NEW SECTION. Sec. 1. A new section is added to chapter 35.21 RCW
- 7 to read as follows:
- 8 A city or town, including a code city, that owns or operates an
- 9 electric or gas utility may waive connection charges for properties
- 10 purchased by low-income persons from organizations exempt from tax
- 11 under section 501(c)(3) of the federal internal revenue code as amended
- 12 prior to the effective date of this act. Waivers of connection charges
- 13 for the same class of electric or gas utility service must be uniformly
- 14 applied to all qualified property. Nothing in this section authorizes
- 15 the impairment of a contract.
- 16 Sec. 2. RCW 35.41.080 and 1971 ex.s. c 223 s 3 are each amended to
- 17 read as follows:

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(1) The legislative body of any city or town may provide by 1 2 ordinance for revenues by fixing rates and charges for the furnishing of service, use, or benefits to those to whom service, use, or benefits 3 4 from such facility or utility is available, which rates and charges shall be uniform for the same class of service. 5 ((And,)) <u>The</u> legislative body may waive connection charges for properties purchased 6 7 by low-income persons from organizations exempt from tax under section 8 501(c)(3) of the federal internal revenue code as amended prior to the effective date of this act. Waivers of connection charges for the same 9 class of electric or gas utility service must be uniformly applied to 10 all qualified property. Nothing in this subsection (1) authorizes the 11 impairment of a contract. 12

13 (2) If revenue bonds or warrants are issued against the revenues 14 ((thereof)) collected under subsection (1) of this section, the 15 legislative body of the city or town shall fix charges at rates which 16 will be sufficient, together with any other moneys lawfully pledged 17 therefor, to provide for the payment of bonds and warrants, principal and interest, sinking fund requirements and expenses incidental to the 18 19 issuance of such revenue bonds or warrants; in fixing such charges the 20 legislative body of the city or town may establish rates sufficient to pay, in addition, the costs of operating and maintaining such facility 21 22 or utility.

23 **Sec. 3.** RCW 54.24.080 and 1991 c 347 s 21 are each amended to read 24 as follows:

25 (1) The commission of each district which shall have revenue 26 obligations outstanding shall have the power and shall be required to 27 establish, maintain, and collect rates or charges for electric energy and water and other services, facilities, and commodities sold, 28 furnished, or supplied by the district ((which)). The rates and 29 30 charges shall be fair and, except as authorized by RCW 74.38.070 and by subsections (2) and (3) of this section, nondiscriminatory, and shall 31 be adequate to provide revenues sufficient for the payment of the 32 33 principal of and interest on such revenue obligations for which the 34 payment has not otherwise been provided and all payments which the district is obligated to set aside in any special fund or funds created 35 36 for such purpose, and for the proper operation and maintenance of the public utility and all necessary repairs, replacements, and renewals 37 38 thereof.

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- 1 (2) The commission of a district may waive connection charges for 2 properties purchased by low-income persons from organizations exempt 3 from tax under section 501(c)(3) of the federal internal revenue code 4 as amended prior to the effective date of this act. Waivers of 5 connection charges for the same class of electric or gas utility 6 service must be uniformly applied to all qualified property. Nothing 7 in this subsection (2) authorizes the impairment of a contract.
- 8 (3) In establishing rates or charges for water service, 9 commissioners may in their discretion consider the achievement of water 10 conservation goals and the discouragement of wasteful water use 11 practices.
- NEW SECTION. **Sec. 4.** A new section is added to chapter 80.28 RCW to read as follows:
- A gas company or electrical company may waive connection charges for properties purchased by low-income persons from organizations exempt from tax under section 501(c)(3) of the federal internal revenue code as amended prior to the effective date of this act. Waivers of connection charges for the same class of electric or gas utility service must be uniformly applied to all qualified property. Nothing in this section authorizes the impairment of a contract.
- 21 **Sec. 5.** RCW 80.28.080 and 1985 c 427 s 2 are each amended to read 22 as follows:
- 23 Except as provided in section 4 of this act, no gas company, electrical company or water company shall charge, demand, collect or 24 receive a greater or less or different compensation for any service 25 26 rendered or to be rendered than the rates and charges applicable to 27 such service as specified in its schedule filed and in effect at the 28 time, nor shall any such company directly or indirectly refund or remit 29 in any manner or by any device any portion of the rates or charges so specified, or furnish its product at free or reduced rates except to 30 its employees and their families, and its officers, attorneys, and 31 32 agents; to hospitals, charitable and eleemosynary institutions and 33 persons engaged in charitable and eleemosynary work; to indigent and destitute persons; to national homes or state homes for disabled 34 35 volunteer soldiers and soldiers' and sailors' homes: PROVIDED, That 36 the term "employees" as used in this paragraph shall include 37 furloughed, pensioned and superannuated employees, persons who have

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become disabled or infirm in the service of any such company; and the 1 term "families," as used in this paragraph, shall include the families 2 of those persons named in this proviso, the families of persons killed 3 4 or dying in the service, also the families of persons killed, and the surviving spouse prior to remarriage, and the minor children during 5 minority of persons who died while in the service of any of the 6 7 companies named in this paragraph: PROVIDED FURTHER, That water 8 companies may furnish free or at reduced rates water for the use of the 9 state, or for any project in which the state is interested: 10 PROVIDED FURTHER, That gas companies, electrical companies, and water companies may charge the defendant for treble damages awarded in 11 12 lawsuits successfully litigated under RCW 80.28.240.

Except as provided in section 4 of this act, no gas company, electrical company or water company shall extend to any person or corporation any form of contract or agreement or any rule or regulation or any privilege or facility except such as are regularly and uniformly extended to all persons and corporations under like circumstances.

18 Sec. 6. RCW 80.28.100 and 1961 c 14 s 80.28.100 are each amended 19 to read as follows:

Except as provided in section 4 of this act, no gas company, 20 electrical company or water company shall, directly or indirectly, or 21 by any special rate, rebate, drawback or other device or method, 23 charge, demand, collect or receive from any person or corporation a 24 greater or less compensation for gas, electricity or water, or for any 25 service rendered or to be rendered, or in connection therewith, except as authorized in this chapter, than it charges, demands, collects or receives from any other person or corporation for doing a like or 27 contemporaneous service with respect thereto under the same 28 29 substantially similar circumstances or conditions.

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